

ORIGINAL

Decision No. 48338

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of)	
FRESNO CITY LINES, INC., a corpora-	:	
tion, for authority to issue its prom-)	
issory note in the principal sum of	:	Application
\$65,600, and to secure the payment)	No: 34118
thereof by a chattel mortgage on certain	:	
equipment, and to use the proceeds)	
thereof for specified purposes.	:	
-----)	

OPINION AND ORDER

Fresno City Lines, Inc., applicant herein, is a corporation engaged in the operation of motor vehicles for the transportation of passengers in and about the City of Fresno. In this proceeding, it reports that in order to improve its service and to replace four obsolete buses, which are fully depreciated on its books, it has ordered from General Motors Corporation four new 45-passenger transit type diesel hydraulic motor coaches at a total purchase price of \$82,000, including state and federal taxes and freight charges, and that it desires authority to issue to Bank of America National Trust and Savings Association a note in the principal amount of \$65,600 to provide part of the purchase price. The balance of the purchase price will be met with cash on hand.

The proposed note will be payable in 72 equal consecutive monthly installments, plus interest at the rate of 4½% per annum, and will be secured by a chattel mortgage covering the four new motor coaches. A copy of the proposed note has been filed in this proceeding as Exhibit A and a copy of the proposed chattel mortgage as Exhibit B.

The Commission has considered this matter and is of the opinion that a public hearing is not necessary; that Fresno City Lines, Inc. should be authorized to execute a chattel mortgage and to

issue a note, as herein provided; that the money, property or labor to be procured or paid for by the issue of said note is reasonably required by applicant for the purpose specified herein; and that such purpose is not, in whole or in part, reasonably chargeable to operating expenses or to income; therefore,

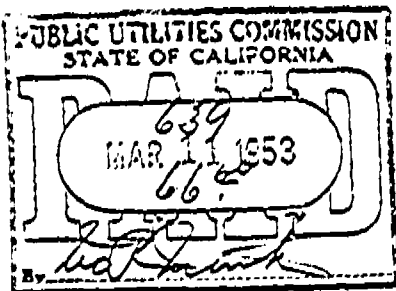
IT IS HEREBY ORDERED as follows:

1. Fresno City Lines, Inc., on and after the effective date hereof and on or before July 31, 1953, for the purpose of financing in part the cost of four new motor coaches, may issue a note in the principal amount of not exceeding \$65,600 and may execute a chattel mortgage to secure the payment of the same, which note and chattel mortgage shall be in, or substantially in, the same form as those filed in this proceeding as Exhibit A and Exhibit B, respectively.

2. The authority herein granted will become effective when applicant has paid the fee prescribed by Section 1904(b) of the Public Utilities Code, which fee is \$66.00.

3. Applicant shall file with the Commission a report, or reports, of the issue of the note herein authorized and the disposition of the proceeds as required by the Commission's General Order No. 24-A, which order, insofar as applicable, is made a part of this order.

Dated at San Francisco, California, this 10th day of March, 1953.



A. J. [Signature]
President

Harold A. [Signature]

Samuel [Signature]
John E. [Signature]

Commissioners

Commissioner Justus E. Craomer, being necessarily absent, did not participate in the disposition of this proceeding.